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FORT WAYNE MARKET NEWS

United States Department of Agriculture
Agricultural Stabilization & Conservation Service
Milk Marketing Orders Division
Federal Milk Order No. 47

503 Strauss Building
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Fort Wayne, Indiana
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Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. VI No. 4

April 1962

MARCH UNIFORM PRICE \$4.24

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order during March 1962, will receive a minimum uniform price of \$4.24 per hundredweight for milk testing 3.5%. A butterfat differential of 7.5 cents for each one-tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 5 and the class prices on page 4.

The \$4.24 price for March 1962, is 4 cents above the February 1962 price and 48 cents above the March 1961 price.

PRODUCTION AND UTILIZATION

Approved producers shipped 16,534,129 pounds of milk to the Fort Wayne market during March 1962, of which 13,528,647 pounds or 82% was utilized in Class I by 18 pool handlers. Production was up 15.8% from February 1962. Class I utilization of producer milk was up 15.3% from February 1962.

There were 824 producers on the market for March 1962. Average production per farm per day was 647 pounds compared with 622 pounds for February 1962.

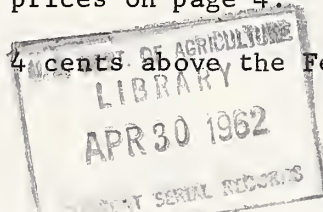
DAIRY SUPPORT PRICES LOWERED

Milk support prices were lowered on April 1, to \$3.11 a hundredweight for manufacturing milk of average butterfat content and to 57.2 cents a pound for butterfat in farm-separated cream. During the past year milk was supported at \$3.40 and butterfat at 60.4 cents. In view of the current supply situation the Secretary was required to drop the milk price to 75 percent of parity.

This new price represents a reduction of 29 cents per hundredweight from the support price which has been in effect since March 10, 1961. It is expected that market prices for dairy products and the prices paid to dairy farmers for manufacturing milk will fully reflect the drop in price support.

APRIL CLASS I PRICE \$4.41

\$1.20 was added to the March basic formula price of \$3.21 (Wisconsin-Minnesota Series) to establish the Fort Wayne Class I price for April. This price of \$4.41 is 8 cents below the March Class I price.



FORT WAYNE MILK MARKET NEWS

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

CLASS I MILK	March 1962		February 1962	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
Fluid Milk	11,425,559	403,297	9,939,861	351,723
Regular Skim Milk	295,340	4,608	266,258	4,198
Skim Milk - Solids Added	918,155	16,027	810,839	14,235
Buttermilk	154,037	1,156	115,093	870
Flavored Milk/Drink	568,216	16,302	500,843	14,568
Cream Mixtures	187,976	23,384	162,769	20,273
Light Cream	15,610	3,358	18,153	4,179
Heavy Cream	18,773	6,606	13,403	4,851
Sour Cream	19,788	3,692	17,174	3,214
Sub Totals	13,603,454	478,430	11,844,393	418,111
Plus Unaccounted For	11,463	7,708	11,336	5,641
Gross Total Class I Milk	13,614,917	486,138	11,855,729	423,752
Less Other Source Receipts	21,945	1,325	24,355	1,455
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	64,325	-0-	103,729	-0-
CLASS I PRODUCER MILK IN POOL	13,528,647	484,813	11,727,645	422,297
CLASS II MILK				
Class II Production	1,084,905	25,477	844,107	15,619
Sales to Nonpool Plants	2,143,596	145,063	1,722,175	127,376
Ending Inventory	1,046,483	42,640	1,334,153	54,174
Dumped or Livestock Feed	51,772	255	34,997	310
Class II Shrinkage	145,334	10,793	118,871	7,535
Gross Total Class II Milk	4,472,090	224,228	4,054,303	205,014
Less Other Source Receipts	188,396	12,173	179,776	10,890
Less Overages	3,611	563	47,499	-0-
Less Beginning Inventory	1,274,601	54,425	1,282,087	56,680
CLASS II PRODUCER MILK IN POOL	3,005,482	157,067	2,544,941	137,444
TOTAL PRODUCER MILK IN BOTH CLASSES	16,534,129	641,880	14,272,586	559,741

MISCELLANEOUS INFORMATION

	March 1962	February 1962	March 1961
Daily Class I Milk (Lbs.)	439,191	423,419	243,443
Current Month Compared With:		+ 3.7%	+ 80.4%
Production per Farm per Day	647	622	457
Current Month Compared With:		+ 4.0%	+ 41.6%
Gross Class I Milk to Producer Milk	82.3%	83.1%	73.5%
Pool Value of Producer Milk	\$749,630	\$643,120	\$406,705
Value of Producer Milk per Farm	\$ 910	\$ 785	\$ 562
Midwest Condensery Average	\$ 3.06	\$ 3.14	\$ 3.23
Butter-Skim Powder Price	\$ 3.20	\$ 3.21	\$ 3.04
Wisconsin-Minnesota Plant Average	\$ 3.21	\$ 3.29	\$ 3.21

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1955	5,439,171	60.2	3.71	3,589,087	39.2	3.77	9,028,258	3.73	1,053
1956	5,372,079	56.9	3.71	4,069,104	43.1	3.85	9,441,183	3.78	969
1957	5,297,442	61.0	3.69	3,387,512	39.0	3.90	8,684,954	3.77	897
1958	5,432,954	60.3	3.69	3,583,075	39.7	4.01	9,016,029	3.78	877
1959	5,400,857	61.9	3.65	3,327,343	38.1	4.00	8,728,200	3.74	821
<u>1960</u>									
Jan.	5,647,775	64.9	3.67	3,057,276	35.1	4.45	8,705,051	3.94	810
Feb.	5,328,756	63.0	3.69	3,128,746	37.0	4.28	8,457,502	3.91	815
Mar.	6,044,400	66.5	3.66	3,042,537	33.5	4.45	9,086,937	3.93	817
Apr.	5,788,382	63.0	3.65	3,405,202	37.0	4.13	9,193,584	3.83	820
May	5,565,612	50.5	3.61	5,450,688	49.5	3.86	11,016,300	3.73	814
Jun.	5,840,565	57.5	3.61	4,315,897	42.5	3.76	10,156,462	3.68	809
Jul.	5,594,931	61.8	3.60	3,453,031	38.2	3.75	9,047,962	3.66	771
Aug.	5,823,405	71.4	3.61	2,337,299	28.6	3.79	8,160,704	3.66	763
Sep.	6,236,425	71.7	3.57	2,458,316	28.3	3.78	8,694,741	3.63	816
Oct.	6,230,313	63.9	3.59	3,517,116	36.1	4.02	9,747,429	3.74	849
Nov.	6,274,145	67.3	3.64	3,051,492	32.7	4.48	9,325,637	3.92	862
Dec.	6,499,191	62.9	3.67	3,830,930	37.1	4.44	10,330,121	3.96	961
Ave.	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817
<u>1961</u>									
Jan.	6,347,397	59.1	3.58	4,385,705	40.9	4.34	10,733,102	3.89	845
Feb.	5,893,981	59.1	3.58	4,070,710	40.9	4.19	9,964,691	3.83	836
Mar.	6,429,786	62.6	3.58	3,834,277	37.4	4.12	10,264,063	3.78	724
Apr.	6,044,454	60.7	3.58	3,910,303	39.3	4.05	9,954,757	3.77	710
May	11,943,187	67.8	3.56	5,666,314	32.2	4.08	17,609,501	3.73	977
Jun.	10,853,098	64.3	3.54	6,023,595	35.7	3.61	16,876,693	3.57	964
Jul.	10,885,298	70.5	3.55	4,555,992	29.5	3.36	15,441,290	3.61	963
Aug.	11,087,479	76.6	3.54	3,382,028	23.4	3.90	14,469,507	3.63	927
Sep.	11,968,648	83.9	3.57	2,294,294	16.1	3.90	14,262,942	3.63	940
Oct.	12,462,080	80.1	3.55	3,098,449	19.9	4.46	15,560,529	3.73	949
Nov.	12,290,099	82.0	3.59	2,697,330	18.0	5.17	14,987,429	3.88	953
Dec.	12,479,761	78.0	3.65	3,521,752	22.0	5.10	16,001,513	3.97	924
Ave.	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
<u>1962</u>									
Jan.	12,967,846	81.7	3.56	2,903,760	18.3	5.95	15,871,606	4.00	855
Feb.	11,727,645	82.2	3.60	3,544,941	17.8	5.40	14,272,586	3.92	819
Mar.	13,528,647	81.8	3.58	3,005,482	18.2	5.23	16,534,129	3.88	824

FORT WAYNE MILK MARKET NEWS

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	CLASS I		CLASS II		UNIFORM	BUTTERFAT DIFFERENTIALS		
	Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Class I	Class II	Producer
1955	\$1.16	\$+0.04	\$4.254	\$3.049	\$3.85	\$.075	\$.066	\$.066
1956	1.26	-0.07	4.352	3.157	3.91	.077	.068	.068
1957	1.16	+0.06	4.348	3.123	3.93	.077	.068	.068
1958	1.16	+0.04	4.173	2.965	3.73	.076	.067	.067
1959	1.16	+0.10	4.264	3.002	3.84	.077	.069	.069
1960								
Jan.	1.15	.00	4.219	3.069	3.84	.075	.067	.067
Feb.	1.15	.00	4.172	3.022	3.75	.075	.067	.067
Mar.	1.15	.00	4.119	2.969	3.76	.075	.067	.067
Apr.	0.75	+0.07	3.742	2.922	3.45	.075	.067	.067
May	0.75	+0.19	3.859	2.919	3.39	.075	.067	.067
Jun.	0.75	+0.19	3.928	2.988	3.54	.075	.067	.067
Jul.	1.15	+0.19	4.402	3.062	3.91	.075	.067	.067
Aug.	1.15	+0.38	4.618	3.088	4.20	.077	.068	.068
Sep.	1.15	+0.38	4.624	3.094	4.20	.080	.070	.070
Oct.	1.60	---	4.719	3.119	4.15	.079	.070	.070
Nov.	1.60	---	4.750	3.150	4.24	.080	.071	.071
Dec.	1.60	---	4.750	3.150	4.16	.079	.070	.070
Ave.	1.16	+0.12	4.325	3.046	3.88	.077	.068	.068
1961								
Jan.	1.15	---	4.250	3.100	3.79	.079	.070	.070
Feb.	1.15	---	4.193	3.043	3.74	.079	.070	.070
Mar.	1.15	---	4.189	3.039	3.76	.079	.070	.070
Apr.	1.15	---	4.287	3.137	3.85	.079	.070	.070
May	1.20	---	4.430	3.19	3.64 *	.076	.070	.074
Jun.	1.20	---	4.39	3.18	3.59 *	.076	.070	.074
Jul.	1.20	---	4.38	3.18	4.02	.076	.070	.074
Aug.	1.20	---	4.38	3.20	4.11	.076	.070	.074
Sep.	1.20	---	4.40	3.20	4.50 *	.076	.070	.075
Oct.	1.20	---	4.40	3.20	4.42 *	.076	.070	.075
Nov.	1.20	---	4.40	3.21	4.45 *	.076	.070	.075
Dec.	1.20	---	4.41	3.22	4.14	.076	.070	.074
Ave.	1.18	---	4.34	3.16	4.00	.077	.070	.073
1962								
Jan.	1.20	---	4.42	3.21	4.19	.076	.070	.074
Feb.	1.20	---	4.41	3.21	4.20	.076	.070	.075
Mar.	1.20	---	4.49	3.20	4.24	.076	.070	.075
Apr.	1.20	---	4.41			.076		

* "Louisville" plan in effect.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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Agricultural Stabilization & Conservation Service
Milk Marketing Orders Division
Federal Order No. 47

503 Strauss Building
Fort Wayne, Indiana
Phone: Anthony 7401

COMPUTATION OF UNIFORM PRICE
(Based on reports of 18 Handlers)

MARCH 1962

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices at Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I	13,528,647	3.5836	\$4.553538	\$616,032.11	81.82%
Class II	3,005,482	5.2260	4.408212	132,488.01	18.18
Total	16,534,129			\$748,520.12	100.00%
Add: Value of Overage				421.12	
Add: Value of Other Source Assessments				.00	
Add: Value of Inventory Reclassified				688.28	
Pool Value of Producer Milk				\$749,629.58	
Less: Butterfat Adjustment to 3.5%				47,389.11	
Add: 1/2 Cash Balance in Producer Settlement Fund				6,582.64	
Adjusted Pool Value				\$708,823.11	Rate Per Cwt. \$4.2870302
Less: Producer Settlement Fund Reserve				7,776.04	.0470302
ANNOUNCED UNIFORM PRICE FOR 3.5% Milk				\$701,047.07	<u>\$4.24</u>

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	484,813	\$0.076	\$36,845.79
Class II	157,067	0.070	10,994.69
Total	641,880	\$0.075	\$47,840.48

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$4.24 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.075 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR MARCH 1962

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$4.0525	3.70	\$4.3900	4.15	\$4.7275	4.60	\$5.0650
3.30	4.0900	3.75	4.4275	4.20	4.7650	4.65	5.1025
3.35	4.1275	3.80	4.4650	4.25	4.8025	4.70	5.1400
3.40	4.1650	3.85	4.5025	4.30	4.8400	4.75	5.1775
3.45	4.2025	3.90	4.5400	4.35	4.8775	4.80	5.2150
3.50	4.24	3.95	4.5775	4.40	4.9150	4.85	5.2525
3.55	4.2775	4.00	4.6150	4.45	4.9525	4.90	5.2900
3.60	4.3150	4.05	4.6525	4.50	4.9900	4.95	5.3275
3.65	4.3525	4.10	4.6900	4.55	5.0275	5.00	5.3650

R. J. Connolly
Market Administrator

Date Announced:
April 11, 1962

